



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Investment Account Disclosure

MEETING DATE: January 21, 1998

PREPARED BY: Deputy Treasurer

RECOMMENDED ACTION:

That the City Council by motion/action accept the quarterly report of the City of Lodi pooled money investment account as required by SB564.

BACKGROUND INFORMATION:

The investment report is currently included in the monthly executive report distributed to Council. SB564 required local agency treasurers to submit a report on investments at a public meeting. The City of

Lodi has an investment policy which is submitted to council for approval on an annual basis. Copies of the policy are available in the Finance Department. In addition to the quarterly report on investments in the City of Lodi pooled money investment account, a breakdown Treasury Inventory by type has been included in a chart format. Also included is the most current report of the Local Agency Summary of Investment Data and the State of California pooled money investment account market valuation.

The City of Lodi maintains membership in the California Municipal Treasurers Association and conforms to guide lines set forth by the CMTA investment report committee. The Finance Department will continue to include the investment report monthly as part of the executive report.

FUNDING: None.

Vicky McAthie

Vicky McAthie
Finance Director/Treasurer

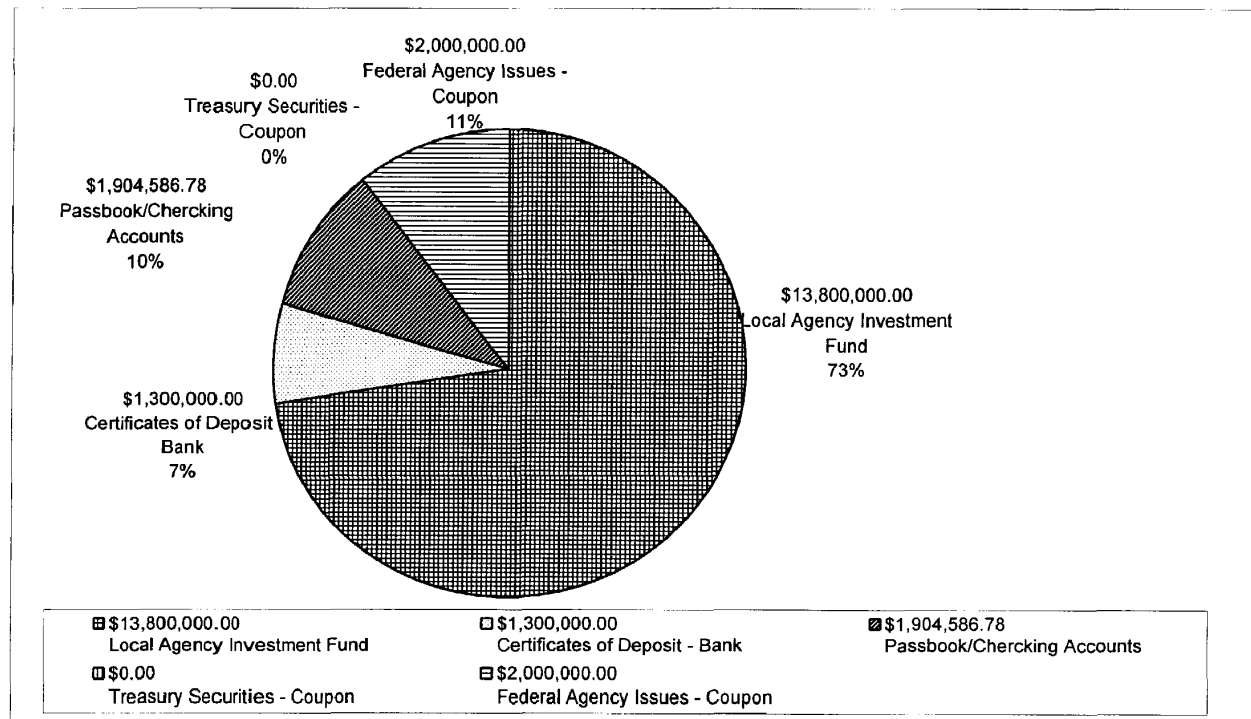
APPROVED: _____

H. Dixon Flynn
H. Dixon Flynn -- City Manager

BREAKDOWN OF TREASURY INVENTORY BY TYPE

December 1997

<u>Type of Security</u>	<u>Amount</u>	<u>Percent of Portfolio</u>	<u>Maximum Maturity</u>
Local Agency Investment Fund	\$13,800,000.00	72.614049%	Indefinite
Certificates of Deposit - Bank	\$1,300,000.00	6.840454%	5 years
Passbook/Checking Accounts	\$1,904,586.78	10.021722%	Indefinite
Treasury Securities - Coupon	\$0.00	0.000000%	5 years
Federal Agency Issues - Coupon	\$2,000,000.00	10.523775%	5 years
	<u>\$19,004,586.78</u>	<u>100.00%</u>	



POOLED MONEY INVESTMENT ACCOUNT

SUMMARY OF INVESTMENT DATA

A COMPARISON OF NOVEMBER 1997 WITH NOVEMBER 1996

(Dollars in Thousands)

	NOVEMBER 1997	NOVEMBER 1996	CHANGE
Average Daily Portfolio	\$27,325,013	\$27,088,172	+ \$236,841
Accrued Earnings	\$128,344	\$124,662	+ \$3,682
Effective Yield	5.715	5.599	+ .116
Average Life--Month End (in days)	210	231	- 21
Total Security Transactions			
Amount	\$15,217,885	\$18,487,457	-\$3,269,572
Number	346	426	-80
Total Time Deposit Transactions			
Amount	\$518,200	\$149,500	+ \$368,700
Number	28	22	+6
Average Workday Investment Activity	\$925.652	\$1,035,387	-\$109,735
Prescribed Demand Account Balances			
For Services	\$145,818	\$123,758	+ \$22,060
For Uncollected Funds	\$151,586	\$150,866	+ \$720

LOCAL AGENCY INVESTMENT FUND*

SUMMARY OF ACTIVITY

NOVEMBER 1997

BEGINNING BALANCE	DEPOSITS	WITHDRAWALS	MONTH END BALANCE
\$10,398,375,816.65	\$750,744,840.00	\$1,045,080,141.94	\$10,104,040,514.71

*Local Agency Investment Fund Invested Through Pooled Money Investment Account

State of California
Pooled Money Investment Account
Market Valuation
11/30/97

Description	Carrying Cost Plus Accrued Interest Purch.	Estimated Market Value	Accrued Interest
United States Treasury:			
Bills	\$ 1,183,752,659.34	\$ 1,226,367,638.75	NA
Strips	\$ 73,184,450.00	\$ 92,672,200.00	NA
Notes	\$ 5,742,268,164.61	\$ 5,732,478,390.00	\$ 79,040,775.54
Federal Agency:			
Bonds	\$ 1,081,742,496.49	\$ 1,080,788,743.50	\$ 17,295,282.38
Floater	\$ 289,995,687.30	\$ 289,985,750.00	\$ 2,121,249.60
MBS	\$ 146,567,317.56	\$ 146,056,277.52	\$ 865,407.19
GNMA	\$ 2,699,184.04	\$ 3,113,196.32	\$ 26,452.96
SBA	\$ 212,640,704.78	\$ 213,844,366.66	\$ 2,127,544.01
FHLMC PC	\$ 26,349,432.34	\$ 28,233,197.75	\$ 422,952.76
Discount Notes	\$ 644,998,895.36	\$ 651,610,558.58	NA
Bankers Acceptances	\$ 310,273,363.89	\$ 311,433,829.42	NA
Corporate:			
Bonds	\$ 1,050,835,376.89	\$ 1,049,013,366.39	\$ 17,149,475.65
Floater	\$ 442,022,770.67	\$ 442,332,935.00	\$ 3,525,867.88
CDs	\$ 6,244,933,208.34	\$ 6,243,134,528.57	\$ 20,404,299.98
Bank Notes	\$ 930,000,000.00	\$ 929,592,563.75	\$ 4,664,888.90
Repurchase Agreements	\$ -	\$ -	NA
Time Deposits	\$ 1,007,095,000.00	\$ 1,007,095,000.00	NA
AB 55 & GF Loans	\$ 2,505,812,133.00	\$ 2,505,812,133.00	NA
Commercial Paper	\$ 5,785,144,386.01	\$ 5,786,078,441.58	NA
Reverse Repurchase	\$ (395,712,250.00)	\$ (395,712,250.00)	(\$465,328.50)
TOTAL	\$ 27,284,602,980.62	\$ 27,343,930,866.79	\$ 147,178,868.35

Estimated Market Value Including Accrued Interest \$ 27,491,109,735.14

Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

Certificates of Deposit (CDs), Bank Notes (BNs), and Commercial Paper (CPs) less than 90 days are carried at portfolio book value (carrying cost). Interest accrued from the date of purchase on CDs and BNs under 90 days is not included.

01/08/1998

City of Lodi
PORTFOLIO MASTER SUMMARY
DECEMBER 31, 1997

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CITY
ACCRUAL

INVESTMENTS	BOOK VALUE	PERCENT OF PORTFOLIO	AVERAGE TERM	AVERAGE DAYS TO MATURITY	---YIELD TO MATURITY---	
					360 EQUIVALENT	365 EQUIVALENT
Local Agency Investment Funds.....\$	13,800,000.00	72.61	1	1	5.637	5.715
Certificates of Deposit - Bank.....\$	1,300,000.00	6.84	366	316	5.055	5.126
Passbook/Checking Accounts.....\$	1,904,586.78	10.02	1	1	0.908	0.920
Federal Agency Issues - Coupon.....\$	2,000,000.00	10.52	913	756	6.045	6.129
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TOTAL INVESTMENTS and AVERAGES.....\$	19,004,586.78	100.00%	122	102	5.166%	5.238%

	MONTH ENDING DECEMBER 31	FISCAL YEAR TO DATE
TOTAL EARNINGS		
Current Year	\$ 85,613.67	\$ 594,637.89
AVERAGE DAILY BALANCE	\$ 18,672,657.05	\$ 22,164,209.80
EFFECTIVE RATE OF RETURN	5.40%	5.32%

Maxine Cadwallader
Maxine Cadwallader
Deputy Treasurer

Based on the approved budget and to the extent the budget is adhered to, liquidity is available for the next three to six months. Union Bank of California is the source of market valuation.

1-9-98
DATE

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City of Lodi
INVESTMENT PORTFOLIO DETAILS - INVESTMENTS
DECEMBER 31, 1997

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ACCRUAL

INVESTMENT NUMBER	ISSUER	AVERAGE BALANCE	PURCHASE DATE	BOOK VALUE	FACE VALUE	MARKET VALUE	STATED RATE	--- YTM --- 360 365	MATURITY DATE	DAYS TO MAT
LOCAL AGENCY INVESTMENT FUNDS										
1000	Local Agency Invest. Fund			10,000,000.00	10,000,000.00	10,000,000.00	5.715	5.637 5.715		1
1001	Local Agency Inv Fund (LPIC			3,800,000.00	3,800,000.00	3,800,000.00	5.715	5.637 5.715		1

SUBTOTALS and AVERAGES		14,496,774.19		13,800,000.00		13,800,000.00		5.637 5.715		1

CERTIFICATES OF DEPOSIT - BANK										
2075	Central Sierra Bank		09/15/97	100,000.00	100,000.00	100,000.00	4.300	4.300 4.360	09/15/98	257
2072	Farmers and Merchants Bank		12/20/97	1,000,000.00	1,000,000.00	1,000,000.00	5.050	5.050 5.120	12/21/98	354
2062	Bank of Lodi		10/24/97	100,000.00	100,000.00	100,000.00	5.200	5.200 5.272	10/26/98	298
2070	Stockton Savings Bank		01/10/97	100,000.00	100,000.00	100,000.00	5.720	5.720 5.799	01/09/98	8

SUBTOTALS and AVERAGES		1,267,741.94		1,300,000.00		1,300,000.00		5.055 5.126		316

PASSBOOK/CHECKING ACCOUNTS										
4003	Bank of America			743,641.99	743,641.99	743,641.99	0.000	0.000 0.000		1
4000	Farmers & Merchants			1,160,944.79	1,160,944.79	1,160,944.79	1.510	1.489 1.510		1

SUBTOTALS and AVERAGES		1,246,850.60		1,904,586.78		1,904,586.78		0.908 0.920		1

FEDERAL AGENCY ISSUES - COUPON										
8008	FEDL HOME LOAN MTG CORP		03/17/97	1,000,000.00	1,000,000.00	998,910.00	6.000	6.000 6.083	03/17/99	440
8010	Federal Home Loan Bank (cal 11/24/97			500,000.00	500,000.00	499,375.00	6.120	6.036 6.120	11/24/00	1,058
8011	Federal Home Loan Bank (cal 12/22/97			500,000.00	500,000.00	499,455.00	6.145	6.145 6.230	12/22/00	1,086

SUBTOTALS and AVERAGES		1,661,290.32		2,000,000.00		1,997,740.00		6.045 6.129		756

TOTAL INVESTMENTS and AVG.										
		\$ 18,672,657.05		19,004,586.78		19,002,326.78		5.166% 5.238%		102
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City of Lodi
 PORTFOLIO MASTER INVESTMENT ACTIVITY BY TYPE
 DECEMBER 1, 1997 - DECEMBER 31, 1997

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TYPE	INVESTMENT #	ISSUER	STATED RATE	TRANSACTION DATE	PURCHASES OR DEPOSITS	SALES/MATURITIES OR WITHDRAWALS	BALANCE

LOCAL AGENCY INVESTMENT FUNDS (Monthly Summary)							
	1000	Local Agency Invest. Fund	5.715				
	1001	Local Agency Inv Fund (LPIC)	5.715		1,800,000.00	3,000,000.00	
SUBTOTALS and ENDING BALANCE					1,800,000.00	3,000,000.00	13,800,000.00
CERTIFICATES OF DEPOSIT - BANK							
	2069	Farmers and Merchants Bank	5.050	12/20/1997		1,000,000.00	
	2072	Farmers and Merchants Bank	5.050	12/20/1997	1,000,000.00		
SUBTOTALS and ENDING BALANCE					1,000,000.00	1,000,000.00	1,300,000.00
PASSBOOK/CHECKING ACCOUNTS (Monthly Summary)							
	4003	Bank of America	0.000		2,226,852.69	1,609,437.57	
	4000	Farmers & Merchants	1.510		684,898.46	622,652.86	
SUBTOTALS and ENDING BALANCE					2,911,751.15	2,232,090.43	1,904,586.78
FEDERAL AGENCY ISSUES - COUPON							
	8011	Federal Home Loan Bank (call)	6.145	12/22/1997	500,000.00		2,000,000.00

TOTALS					6,211,751.15	6,232,090.43	19,004,586.78
					=====		

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				YIELD TO MATURITY		MANAGED	NUMBER OF	NUMBER OF	AVERAGE	
MONTH		NUMBER OF	TOTAL	360	365	POOL	SECURITIES	SECURITIES	AVERAGE	DAYS TO
END	YEAR	SECURITIES	INVESTED	EQUIV	EQUIV	RATE	PURCHASED	MATURED/SOLD	TERM	MATURITY

December	96	11	32,127,489.83	5.340	5.414	5.599	1	1	92	25
January	97	10	31,440,895.77	5.256	5.329	5.580	1	2	93	24
February	97	9	29,998,206.15	5.284	5.358	5.583	0	1	61	22
March	97	11	27,599,410.46	5.360	5.434	5.583	2	0	126	80
April	97	11	27,539,171.62	5.455	5.531	5.583	0	0	126	76
May	97	11	23,907,036.16	5.321	5.395	5.583	0	0	145	81
June	97	11	23,086,452.68	5.463	5.539	5.634	0	0	150	79
July	97	11	23,451,528.53	5.322	5.396	5.630	0	0	148	72
August	97	10	22,984,395.13	5.270	5.343	5.630	0	1	149	67
September	97	10	23,757,904.15	5.164	5.235	5.690	1	1	107	31
October	97	10	21,669,355.71	5.182	5.254	5.707	1	1	118	31
November	97	10	19,024,926.06	5.342	5.416	5.705	1	1	93	59
December	97	11	19,004,586.78	5.166	5.238	5.715	2	1	122	102

AVERAGES		10 \$	25,045,489.16	5.302%	5.376%	5.632%	1	1	118	58

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City of Lodi
DISTRIBUTION OF INVESTMENTS BY TYPE
DECEMBER 1996 through DECEMBER 1997

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MONTH	TYPES OF INVESTMENTS													
END	YEAR	LA1	BCD	SCD	PA1	BAC	CPI	COM	RPA	FAC	FAD	TRC	TRD	GN1
December	96	85.7	4.4		3.7								6.2	
January	97	84.6	4.1		4.9								6.4	
February	97	87.5	4.3		4.8								3.3	
March	97	79.8	4.7		4.7					7.3		3.6		
April	97	82.0	4.7		2.4					7.3		3.6		
May	97	76.1	5.4		5.9					8.4		4.2		
June	97	78.0	5.6		3.4					8.7		4.3		
July	97	74.9	5.5		6.8					8.5		4.3		
August	97	74.4	5.2		7.3					8.7		4.4		
September	97	75.3	5.5		10.8					4.2		4.2		
October	97	74.1	6.0		10.7					4.6		4.6		
November	97	78.8	6.8		6.4					7.9				
December	97	72.6	6.8		10.0					10.5				

AVERAGES		78.8%	5.3%		6.3%					5.8%		3.8%		
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LA1 - Local Agency Investment Funds
SCD - Certificates of Deposit - S & L
BAC - Bankers Acceptances
COM - Commercial Paper - Discount
FAC - Federal Agency Issues - Coupon
TRC - Treasury Securities - Coupon
GN1 - Mortgage Backed Securities

BCD - Certificates of Deposit - Bank
PA1 - Passbook/Checking Accounts
CPI - Commercial Paper - Interest Bearing
RPA - Repurchase Agreements
FAD - Federal Agency Issues - Discount
TRD - Treasury Securities - Discount

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City of Lodi
INTEREST EARNINGS SUMMARY
DECEMBER 31, 1997

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	MONTH ENDING DECEMBER 31, 1997	FISCAL YEAR TO DATE
CD/Coupon/Discount Investments:		
Interest Collected	\$ 42,491.97	\$ 136,399.22
PLUS Accrued Interest at End of Period	24,058.91	24,058.91
LESS Accrued Interest at Beginning of Period	(52,713.79)	(53,709.74)
	-----	-----
Interest Earned during Period	\$ 13,837.09	106,748.39
	=====	=====
ADJUSTED by Premiums and Discounts	0.00	591.51
ADJUSTED by Capital Gains or Losses	0.00	0.00
	-----	-----
Earnings during Period	13,837.09	\$ 107,339.90
	=====	=====
Mortgage Backed Securities:		
Interest Collected	\$ 0.00	\$ 0.00
PLUS Accrued Interest at End of Period	0.00	0.00
LESS Accrued Interest at Beginning of Period	(0.00)	(0.00)
	-----	-----
Interest Earned during Period	\$ 0.00	0.00
	=====	=====
ADJUSTED by Premiums and Discounts	0.00	0.00
ADJUSTED by Capital Gains or Losses	0.00	0.00
	-----	-----
Earnings during Period	0.00	\$ 0.00
	=====	=====
Cash/Checking Accounts:		
Interest Collected	\$ 1,575.42	\$ 548,851.56
PLUS Accrued Interest at End of Period	230,658.80	230,658.80
LESS Accrued Interest at Beginning of Period	(160,457.64)	(292,212.37)
	-----	-----
Interest Earned during Period	\$ 71,776.58	\$ 487,297.99
	=====	=====
TOTAL Interest Earned during Period	\$ 85,613.67	\$ 594,046.38
TOTAL Ajustments from Premiums and Discounts	\$ 0.00	\$ 591.51
TOTAL Capital Gains or Losses	\$ 0.00	\$ 0.00
	-----	-----
TOTAL Earnings during Period	\$ 85,613.67	\$ 594,637.89
	=====	=====